

NOTICE

City of Pikeville has filed a proposed rate schedule with the Public Service Commission which will Increase & Decrease, as outlined, the rate for wholesale water service provided as follows:

<u>Customer</u>	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>Percentage Difference</u>
Mountain Water Cowpen (up to 28 Million gallons per month total)	\$2.45 per 1,000 gallons	\$1.68 per 1,000 gallons	-45.8%
Mountain Water up to (28 Million gallons per month total).	\$1.44 per 1,000 gallons	\$1.68 per 1,000 gallons	16.6%
Mountain Water all gallons above 28 Million per month	\$1.44 per 1,000 gallons	\$1.30 per 1,000 gallons	-10.7%

(Rates listed are outlined in more detail by the Wholesale Water Purchase Contract signed by both the Mountain Water Board and City of Pikeville dated May 29th 2009.)

The proposed effective date is July 1st 2009.

The rates contained in this notice are the rates proposed by the City of Pikeville. However, the Public Service Commission may order rates to be charged that differ from the proposed rate contained in this notice.

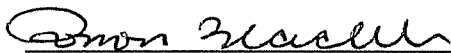
Any corporation, association, or person with a substantial interest in the matter may, by written request, within thirty (30) days after publication or mailing of this notice of the proposed rate changes request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate application and other related documents at City of Pikeville's office located at 118 College Street, Pikeville, KY 41501 or by telephoning 606-437-5100.

Any person may examine the rate application and other related documents at City of Pikeville's office located at 118 College Street, Pikeville, Ky 41501, or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky. These documents may also be viewed at the Commission's website at psc.ky.gov.

NOTICE

The City of Pikeville will file a proposed rate schedule which will increase/decrease by various percentages as described by the Wholesale Water Purchase Contract signed by both Mountain Water and the City of Pikeville dated May 29th 2009 for the Mountain Water Wholesale rate for wholesale water service. The City of Pikeville currently charges \$2.45 for your Cowpen rate and \$1.44 for the rest of your wholesale water systems rate. It proposes to charge \$1.68 per 1,000 gallons for the first committed 28 million gallons per month and then \$1.30 per 1,000 gallons for all purchased made above the first 28 million per month up to the cap for a total of 45 million gallons effective July 1st 2009 to receive your first bill the first week in August 2009. The Public Service commission may order rates to be charged that differ from the proposed rates contained in this notice. Any corporation, association, or person with a substantial interest in this matter may, within thirty (30) days after mailing of this notice, file a written request to intervene. Any persons may examine the City of Pikeville's application and other filings at 118 College Street, Pikeville, KY 41501 or at the Public Service Commission's office at 211 Sower Boulevard, Frankfort, Kentucky.



Donovan Blackburn

City Manager – Pikeville, KY